GOVERNMENT OF INDIA
PERSONNEL,PUBLIC GRIEVANCES AND PENSIONS
LOK SABHA

UNSTARRED QUESTION NO:1503
ANSWERED ON:13.03.2002
CLOSURE OF PSUS
BIKASH CHOWDHURY

Will the Minister of PERSONNEL,PUBLIC GRIEVANCES AND PENSIONS be pleased to state:

(a) whether several PSUs are being declared closed in the country;

(b) if so, whether the proprietor had taken the Government`s approval in this regard;

(c) the number of such PSUs which have been permitted to close down with the approval of the Government; and

(d) the details thereof?

Answer

THE MINISTER OF STATE OF THE MINISTRY OF SMALL SCALE INDUSTRIES, MINISTER OF STATE IN THE MINIS PERSONNEL, PUBLIC GRIEVANCES AND PENSIONS, MINISTER OF STATE IN THE MINISTRY OF PLANNING AND M OF STATE IN THE DEPARTMENTS OF ATOMIC ENERGY AND SPACE. (SMT.VASUNDHARA RAJE)

(a),(b),(c)&(d): The Government`s policy towards Public Sector is to:

Ã˜ Restructure and revive potentially viable PSUs;
Ã˜ Close down PSUs which cannot be revived;
Ã˜ Bring down Government equity in all non-strategic PSUs to 26% or lower,
if necessary; and
Ã˜ Fully protect the interests of the workers;

2. As per this policy, need-based budgetary support is provided to potentially viable Central Public Sector Undertakings (CPSUs).

3. As per information available as on 31/12/2001, Establishments of Bharat Gold Mines Ltd. (BGML), Tannery & Footwear Corporation of India Ltd. (TAFCO), Mandya National Paper Mills Ltd. (MNPM), Bharat Process and Mechanical Engg. Ltd. (BPMEI Weighbird (India) Ltd. (WIL), Rehabilitation Industries Corporation (RIC), National Bicycle Corp. of India Ltd. (NBCIL), Mining & Allie Machinery Corp. Ltd. (MAMC), and Cycle Corporation of India Ltd. (CCIL) have been closed. Tangra unit of Tyre Corporation of Indi Ltd. (TCIL), four units of HMT and seven loss making Refractory Units (LRUs)/Fabrication Yard of Burn Standard Co. Ltd. (BSCI have also been closed. Further closure of India Road Construction Corpn. (IRCC) and ET&T have been approved by the Government Tea Trading Corpn. Of India (TTCI) has filed an application for liquidation.